

## Program A: Municipal Facilities Revolving Loan Fund

### PROGRAM DESCRIPTION

The Municipal Facilities Revolving Loan Fund helps individual citizens and local governments participate in environmental programs by assisting municipalities finance and construct wastewater treatment works and drinking water facilities. The fund assists recipients of EPA and construction grants in providing project inspection, construction management, and overall program management services, required for the completion of the EPA program, as outlined in the management grant. Regional meetings are held in the state's eight planning districts with one-on-one follow up meetings to make municipalities more aware of the program benefits and requirements.

### OBJECTIVES AND PERFORMANCE INDICATORS

Unless otherwise indicated, all objectives are to be accomplished during or by the end of FY 2000-2001. Performance indicators are made up of two parts: name and value. The indicator name describes what is being measured. The indicator value is the numeric value or level achieved within a given measurement period. For budgeting purposes, performance indicator values are shown for the prior fiscal year, the current fiscal year, and alternative funding scenarios (continuation budget level and Executive Budget recommendation level) for the ensuing fiscal year (the fiscal year of the budget document).

The objectives and performance indicators that appear below are associated with program funding in the Base Executive Budget for FY 2000-01. Specific information on program funding is presented in the financial sections that follow performance tables.

1. (KEY) To review 100% of the loan applications and associated documents within 60 days of receipt.

LEVEL	PERFORMANCE INDICATOR NAME	PERFORMANCE INDICATOR VALUES					
		YEAREND PERFORMANCE STANDARD FY 1998-99	ACTUAL YEAREND PERFORMANCE FY 1998-99	ACT 60 PERFORMANCE STANDARD FY 1999-2000	EXISTING PERFORMANCE STANDARD FY 1999-2000	AT CONTINUATION BUDGET LEVEL FY 2000-2001	AT RECOMMENDED BUDGET LEVEL FY 2000-2001
K	Percentage of loan applications and associated documents reviewed within 60 days of receipt	Not applicable <sup>1</sup>	Not available <sup>2</sup>	Not applicable <sup>1</sup>	100%	100%	100%

<sup>1</sup> This is a new indicator that did not appear in the Act for this fiscal year.

<sup>2</sup> Since this performance indicator was not in use during FY 1998-99, no data were collected for this indicator.

## RESOURCE ALLOCATION FOR THE PROGRAM

	ACTUAL 1998-1999	ACT 60 1999- 2000	EXISTING 1999- 2000	CONTINUATION 2000 - 2001	RECOMMENDED 2000 - 2001	RECOMMENDED OVER/(UNDER) EXISTING
MEANS OF FINANCING:						
STATE GENERAL FUND (Direct)	\$0	\$0	\$0	\$0	\$0	\$0
STATE GENERAL FUND BY:						
Interagency Transfers	17,012	0	0	0	0	0
Fees & Self-gen. Revenues	0	0	0	0	0	0
Statutory Dedications	35,151,103	60,780,972	60,780,972	60,831,175	60,657,721	(123,251)
Interim Emergency Board	0	0	0	0	0	0
FEDERAL FUNDS	207,516	611,841	611,841	478,367	478,367	(133,474)
TOTAL MEANS OF FINANCING	<u><b>\$35,375,631</b></u>	<u><b>\$61,392,813</b></u>	<u><b>\$61,392,813</b></u>	<u><b>\$61,309,542</b></u>	<u><b>\$61,136,088</b></u>	<u><b>(\$256,725)</b></u>
EXPENDITURES & REQUEST:						
Salaries	\$737,017	\$830,990	\$830,990	\$845,521	\$687,255	(\$143,735)
Other Compensation	8,230	8,925	8,925	8,925	8,925	0
Related Benefits	109,677	147,281	147,281	141,620	131,675	(15,606)
Total Operating Expenses	158,796	247,160	247,160	204,545	199,335	(47,825)
Professional Services	0	153,326	153,326	103,500	103,500	(49,826)
Total Other Charges	34,343,434	60,003,131	60,003,131	60,003,131	60,003,098	(33)
Total Acq. & Major Repairs	18,477	2,000	2,000	2,300	2,300	300
TOTAL EXPENDITURES AND REQUEST	<u><b>\$35,375,631</b></u>	<u><b>\$61,392,813</b></u>	<u><b>\$61,392,813</b></u>	<u><b>\$61,309,542</b></u>	<u><b>\$61,136,088</b></u>	<u><b>(\$256,725)</b></u>
AUTHORIZED FULL-TIME						
EQUIVALENTS: Classified	21	21	21	21	18	(3)
Unclassified	0	0	0	0	0	0
TOTAL	<u>21</u>	<u>21</u>	<u>21</u>	<u>21</u>	<u>18</u>	<u>(3)</u>

## SOURCE OF FUNDING

The source of funding for this program is Statutory Dedications and Federal Funds. The Statutory Dedications are from the Municipal Facilities Revolving Loan Fund (MFRLF) (R.S. 30:2078) and the Drinking Water Revolving Loan Fund (DWRLF) (R.S. 40:2821-2826). (Per R.S. 39:32B.(8), see table below for a listing of expenditures out of each Statutory Dedicated fund.) The MFRLF consists of federal funds and state match via general obligations bonds and general fund, which will be used to make direct loans to local governments to finance sewer system improvements to clean up water in the state. The DWRLF consists of federal funds and state match via general fund, which will be used to make direct loans to community water systems and non-profit non-community water systems, which are included on the state project list, to finance improvements to the water systems. Federal Funds consist of grants issued by the US Environmental Protection Agency (EPA) for contractual and operational costs associated with Construction Maintenance Assistance.

	ACTUAL	ACT 60	EXISTING	CONTINUATION	RECOMMENDED	RECOMMENDED
	1998-1999	1999- 2000	1999- 2000	2000 - 2001	2000 - 2001	OVER/(UNDER) EXISTING
Municipal Facilities Revolving Loan Fund	\$35,151,103	\$45,780,972	\$45,780,972	\$45,831,175	\$45,657,721	(\$123,251)
Safe Drinking Water Revolving Loan Fund	\$0	\$15,000,000	\$15,000,000	\$15,000,000	\$15,000,000	\$0

## ANALYSIS OF RECOMMENDATION

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
\$0	\$61,392,813	21	<b>ACT 60 FISCAL YEAR 1999-2000</b>
			<b>BA-7 TRANSACTIONS:</b>
\$0	\$0	0	None
\$0	\$61,392,813	21	<b>EXISTING OPERATING BUDGET – December 3, 1999</b>
\$0	\$7,030	0	Annualization of FY 1999-2000 Classified State Employees Merit Increase
\$0	\$6,298	0	Classified State Employees Merit Increases for FY 2000-2001
\$0	(\$899)	0	Risk Management Adjustment
\$0	\$500	0	Acquisitions & Major Repairs
\$0	(\$2,000)	0	Non-Recurring Acquisitions & Major Repairs
\$0	(\$33)	0	Civil Service Fees
\$0	(\$4,458)	0	Other Adjustments - Reduction in funding for civil service reallocations, training series and automatic upgrades
\$0	\$1,800	0	Other Adjustments - Funding provided for human resource equipment
\$0	(\$91,542)	0	Other Adjustments - Reduction in professional services, travel, operating services, and supplies due to a decline in Environmental Trust Fund revenues
\$0	(\$173,421)	(3)	Other Technical Adjustments - Technical adjustment to transfer three (3) positions to the following Offices: Secretary, Environmental Assessment and Management and Finance in order to complete the department's reorganization
\$0	\$0	0	Net Means Of Financing Substitutions - Replace Federal Funds with Statutory Dedications due to construction grant not being renewed in FY 00-01
\$0	\$61,136,088	18	<b>TOTAL RECOMMENDED</b>
\$0	\$0	0	<b>LESS GOVERNOR'S SUPPLEMENTARY RECOMMENDATIONS</b>
\$0	\$61,136,088	18	<b>BASE EXECUTIVE BUDGET FISCAL YEAR 2000-2001</b>
			<b>SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON SALES TAX RENEWAL:</b>
\$0	\$0	0	None

\$0	\$0	0	TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON SALES TAX RENEWAL
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			SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE:
\$0	\$0	0	None

\$0	\$0	0	TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE
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\$0	\$61,136,088	18	GRAND TOTAL RECOMMENDED
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The total means of financing for this program is recommended at 99.5% of the existing operating budget. It represents 90.1% of the total request (\$67,849,105) for this program. The 0.5% reduction is due to technical adjustments to transfer positions and funding to the Office of the Secretary, Office of Environmental Assessment and the Office of Management and Finance.

### PROFESSIONAL SERVICES

\$62,500	Contract for Attorneys to give legal advice of the State Revolving Loan Program for bond negotiations, required independent financial audits for the sale of bonds, financial advisor to SRF Loan program for the sale of bonds and required recordings for federally mandated public hearings
\$1,000	Contract for Court Reporting to record depositions during the process of discovery during an appeal and testimony from witnesses during hearings
\$40,000	Contract for an Independent State Revolving Fund Program Audit - required independent financial audits for the sale of bonds
<b>\$103,500</b>	<b>TOTAL PROFESSIONAL SERVICES</b>

### OTHER CHARGES

\$45,000,000	Municipal Facilities Revolving Loan to provide financial assistance for construction of waste water treatment facilities
\$15,000,000	Drinking Water Revolving Loan Fund - to provide loans and other financial assistance to water systems for eligible Safe Drinking Water Projects
\$3,098	Civil Service - Reimbursement for Services
<b>\$60,003,098</b>	<b>SUB-TOTAL OTHER CHARGES</b>

#### Interagency Transfers:

This program does not have any funding recommended for Interagency Transfers for FY 2000-2001

<b>\$60,003,098</b>	<b>TOTAL OTHER CHARGES</b>
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## ACQUISITIONS AND MAJOR REPAIRS

\$2,300 Replacement library reference material, etc

**\$2,300 TOTAL ACQUISITIONS AND MAJOR REPAIRS**